GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:6020
ANSWERED ON:31.08.2001
EXPORT FRAUD
PRABHUNATH SINGH

Will the Minister of FINANCE be pleased to state:

(a): whether the Enforcement Directorate/DRI has completed its investigation into Rs. 400 crore export fraud from Mumbai to Moscow;

(b): if so, the details thereof and details of persons arrested;

(c): whether `Exports` are over-invoiced to claim bigger amounts in duty drawback in India by Indian exporters;

(d): if so, details of duty drawback scams detected during the last three years mentioning names of the exporters involved in the scam and quantum of money claimed by each;and

(e); the action taken against each one and steps taken to recover the money?

Answer

MINISTER OF FINANCE IN THE MINISTRY OF FINANCE (SHRI GINGEE N. RAMACHANDRAN)

(a & (b): No, sir, Investigations into fraudulent exports of garments from Mumbai to Moscow are still going on. so far, in this regard, 9 persons have been arrested by the investigating agencies.

(c) & (d): A number of cases involving overinvoicing of export goods to claim higher amount of duty drawback than what was legally due have been booked by the Custom Houses including DRI.Details of the main cases (involving fraudulent drawback claim of Rs. 10 lakhs or higher in each case) datected during the last 3 financial years are enclosed as Annexure-I

(e) : All caes were taken up for investigations and appropriate penal action initiated against the offending goods as well as the persons involved in fraudulent drawback claim as per provisions of Customs Act, 1962. In more serious cases of drawback frauds, arrest and prosecution action also resotred to.

ANNEXURE-I

Sl.No.	Name of Exporter	Amount of drawback involved (Rs. in lakhs) for cases above Rs. 10 lakhs	Name of the Customs formation where detected
	1998-1999		
1.	M/s N.M. Exports	61.67	Bangalore
2.	M/s Livia Exports	122.17	Jaipur
3.	M/s Fairdeal World Impex	15.40	Ahmedabad
4.	M/s Raizada Exports	21.95	do
5.	M/s Alhuda Internat-ional	11.06	Chennai
6.	M/s Bhagwati Exporters	11.90	New Delhi

7 M/s Wonderland
Trading Co. 17.38 do

8. M/s Glints Globals 28.81 do

9. M/s Balaji Universal
(p) Ltd. 17.01 do
10. M/s Shakti Internatio-
nal 17.13 do
11. M/s Handloom Only 41.41 do
12. M/s. Radmie-V Exports 86.83 do
13. M/s Opers Fashion 57.80 do
14. M/s Puneet Exports,
O.K. Hosiery 436.00 do
15. M/s Perfect Icros
(p) Ltd. 27.69 do
16. M/s Vam overseas 11.74 do
17. M/s World Fashion 12.47 do
18. M/s R.B. Knit Exports 12.84 do
19. M/s Neha Impex &
Bright Impex 35.00 do
20. M/s sali Exports 47.00 D.R.I.
21. M/s Shivji Exports 61.20 do
22. M/s Persian Carpets 19.38 do
23. M/s Unique Impex &
Global Arts 164.79 do
24. M/s Neetu Fashins
& others 93.60 do
25. M/s Medident India 15.13 do
26. M/s P.S. International 107.54 do
27. M/s Manitoba Inc. 31.43 do
28. M/s Brooks Indl. 31.43 do
29. M/s Overses Business 29.54 do
30. M/s Romil Industries 50.48 do
31. M/s Kanak Exports 145.12 do
32. M/s Shelkom Exports 58.57 do
33. M/s Victor Indl. 51.65 do
34. M/s Victor Indl. 26.621 do
35. M/s Globus Office 39.05 do
36. M/s CMC Exim Pvt. Ltd 26.63 do
37. M/s CMC Exim Pvt. Ltd. 21.86 do
38. M/s Livya Exports 264.00 do
39. M/s Terai Overseas 34.91 do
40. M/s K.K. Traders 25.50 Mumbai
41. M/s Shiv Krishna
Exports 18.18 do
42. M/s A.G. International 11.15 do
43. M/s Topaz Exports &
Others 234.35 do

1999-2000

1. M/s Nambu Nay
ki Exports 14.98 Bangalore

2. M/s Mokashi International 16.88 do

3. M/s Sun Shine Industries 18.65 do

4. M/s Adarsh Textiles 17.66 do

5. M/s J.G. Exports 12.00 Chennai
6. M/s Jigar-A-Hind 30.64 do

7 M/s O Master Export
House 10.18 D.R.I.

8. M/s Sidasheva Exports 33.00 do

9. M/s AMP Exports 90.61 do
10. M/s President Fahions 317.27 do
11. M/s Omega Trading &
Exports 19.99 do
12. M/s N.M. Exports 35.09 do
13. M/s Creative Apparels 219.74 do
14. M/s Kanchi Impex 20.23 do
15. M/s Midland Wools &
others 57.54 do
16. M/s Radheshyam Stalmach
& Others 643.86 do
17. M/s D.K. Bros 23.38 do
18. M/s Apex Garments 29.87 do
19. M/s Prefect Micro 1701.00 do
20. M/s Aravali Indus
Ltd. 692.00 do
21. M/s Sandeep Impex 39.21 do
22. M/s S.K. Enterprises 12.66 do
23. M/s N.M. Exports 61.67 do
24. M/s Nambu Nayaki
Exports 14.98 do
25. M/s Marveloue Creations 11.34 do
26. M/s Mamta Fashions 32.64 do
27. M/s Sarla Enterprises 37.77 do
28. M/s Intraport India Ltd 267.00 do
29. M/s P.K. Exports 23.73 do
30. M/s Laxmi Exports 24.63 do
31. M/s Ethnic 290.00 do
32. M/s Priya Impex(I) Ltd 66.00 Mumbai
33. M/s Shree Ganesh Enter. 14.90 do
34. M/s Air Trade Inter. 300.00 do
35. M/s Sims Enterprises 16.00 do
36. M/s Rupen Exports P.Ltd. 250.00 do

2000-2001

1. M/s Self Knitting Works 22.57 Bangalore

2. M/s Elit 14.43 Ahmedabad

3. M/s Trade Link Inter-
national 15.21 Chennai

4. M/s Lakshmi Oversea
Hosieries 11.43 do

5. M/s Update Clothing 10.75 do
6. M/s Waff Trading 16.89 do

7 M/s Arun Associate 17.10 do

8. M/s A.K. Enterprises 70.32 do

9. M/s Merril Export 16.30 do
10. M/s Classic Exports &
Others 1400.00 D.R.I.
11. M/sClassic Clothing 14.57 do
12. M/s Aafaaq Leathers 18.46 do
13. M/s Pan Clothing 14.68 do
14. M/s Babu enterprises 62.84 do
15. M/s Alex Enterprises 42.90 do
16. M/s Brij Impex 70.55 do
17. M/s S.Y.Indua 13.25 do
18. M/s S.R.G.International 306.00 do
19. M/s A.D.Exports 23.12 do
20. M/s Kaleida Exports &
Others 275.80 Mumbai
21. M/s Air Trade Intnl 300.00 do
22. M/s Mamta Fahions 16.00 do
23. M/s Quality Exporters 75.60 do
24. M/s Quality Apparels 56.00 do